

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 26, 2011

William Moeller J.C.M. Family Trust 1151 North Grove Drive Alpine, Utah 84004

Subject:

<u>Deficient Notice of Intention to Commence Small Mining Operations and Reclamation</u> Surety Required, J.C.M. Family Trust, Reaper #2, S/045/0079, Tooele County, Utah

Dear Mr. Moeller:

The referenced Notice of Intent to Commence Small Mining Operations (NOI), received by the Division April 18, 2011, is incomplete. The following information is needed:

- Information about cultural resources that might be in the area. This can be in the form of
 an on-the-ground survey, a literature search showing the results of previous surveys that
 included the area proposed to be disturbed, or a statement from a license, qualified
 archaeologist that there is little likelihood of finding significant resources in this area.
 With this information, the Division will seek concurrence from the State Historic
 Preservation Officer about potential effects on these resources.
- 2. Confirmation that the operator has been registered to do business in the State of Utah.

The reclamation surety is determined to be \$8,920.00 which is based on:

Small Mine Operation Bond Calculation Worksheet S/045/0079			
5-year escalation (2015)			
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,500.00	\$7,500.00
Add'l Acres Disturbance	0	\$4,400.00	\$0.00
Drill Hole Concrete Surface Plugs	2	\$210.00	\$420.00
Mob/de-mob dry drill holes	1	\$1,000.00	\$1,000.00
Feet Wet Drill Hole Bentonite Plugs	0	\$4.25	\$0.00
Mob/de-mob wet drill holes	0	\$7,000.00	\$0.00
TOTAL			\$8,920.00



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Within the next 30 days, please submit the reclamation surety, reclamation contract (form MR-RC available on the Division's web site), the cultural resources information, and the entity number from the Department of Commerce verifying that the operator is registered to do business in Utah. No mining related disturbance can be created until the surety is received and approved, and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at (801) 538-5291 or e-mail bondcoordinator@utah.gov for assistance in completing this requirement.

Please contact me at 801-538-5261 or Leslie Heppler at 801-538-5257 if you have any questions regarding this letter. In reply please refer to file number S/045/0089.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB:lah:eb

cc:

j.k.north1@hotmail.com

Tooele County - wshubert@co.tooele.ut.us. kbeutler@co.tooele.ut.us.

Penny Berry, DOGM

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